

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Energy, Infrastructure & Investment (Power-III) Dept - APTRANSCO - Sanction of interest amount on the Bond Holders of **Rs.127,07,60,450/-** (for the 2nd half year of 2015-16) to the Bond Holders on AP DISCOMs (i.e., APEPDCL & APSPDCL) under FRP scheme by 25/03/2016 i.e., one week prior to the due date as on 01/04/2016, under Non-Plan from the BE provision 2015-16 - Orders - Issued.

ENERGY, INFRASTRUCTURE & INVESTMENT (POWER-III) DEPARTMENT

G.O.RT.No. 29

Dated: 27-02-2016
Read the following:-

1. G.O.Ms.No.62, Energy (Power-III) Dept, dated 14/11/2013.
2. G.O.Ms.No.34, Finance (PF&NABARD) Dept, dated 31/03/2015.
3. G.O.Ms.No.101, Finance (Budget-1) Department, dated 12/08/2015.
4. G.O.Rt.No.2389, Finance (EBS-II A-C-AHFCS-E) Dept, dated 28/08/2015.
5. G.O.Rt.No.6, Energy, I&I (Power-III) Dept, dated 11/09/2016.
6. From the Director of Treasures & Accounts, A.P., Hyderabad, Endorsement No.F.2/0501/2015-16/1067/201542389 (A), dated 18/01/2016.
7. From the Director (Finance & Revenue) / APTRANSCO & Member APPCC, Lr.No.Dir(Fin&Rev)/Dy.CCA(B&R&Rev)/APPCC/1413/15, dated 18/02/2016.

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ORDER:-

In the G.O.2nd read above, Government issued orders taking over the power bonds of the APDISCOMs under Financial Restructuring Plan (FRP) to an extent of Rs.1500 crores (i.e., APEPDCL Rs.600 crores and APSPDCL Rs.900 crores) as first tranche from the allocation share of residuary State of Andhra Pradesh as ordered in G.O.Ms.No.134, Finance (DCM-II) Dept, dated 31/05/2014 and shall be adjusted in the Government Accounts by making contra entries under the following Head of Accounts:-

The expenditure on taking over of the liability shall be debited to "2801-Power - 05-Transmission and Distribution - MH.800-Other Expenditure - SH.(12)-Assistance to Discoms for taken over of the FRP bonds - 310-Grants-in-aid - 312-Other Grants-in-aid" and contra credit shall be taken under the Head of Account "6003-Internal debt of the State Government - MH.106-Compensation and other bonds - SH.(06)-FRP Bonds taken over from Discoms".

2. In the G.O.3rd read above, the Government have issued certain instructions / guidelines on Comprehensive Budget Release Order (CBRO) for distribution of approved budget.
3. In the G.O.4th read above, the Finance (EBS-II) Dept, have issued Comprehensive Budget Release Order allocating for an amount of **Rs.307,50,00,000/-** (Rupees three hundred seven crores and fifty lakhs only) for the period from 1st January, 2016 to 31st March, 2016 i.e., for the **4th quarter** of the current financial year 2015-16.
4. In the reference 6th read above, the Director of Treasures & Accounts have already issued Budget Authorization Order **Rs.1059,18,17,500/-** for **4th quarter only**. In the CBRO Annexure of the Serial No.2 an amount of **Rs.307,50,00,000/-** was apportioned to APTRANSCO to meet expenditure on "Assistance to A.P.Transmission Corporation Limited, Grants-in-aid - Other Grants-in-aid".
5. In the reference 7th read above, the Director (Finance & Revenue), APTRANSCO & Member / APPCC, has requested to release the interest amount of **Rs.127,07,60,450/-** (for the 2nd half year 2015-16) to AP Discoms by 25/03/2016 i.e., one week prior to the due date, so as to pay the interest commitment on 01/04/2016. The details of the balance bonds issued by the AP Discoms and the interest commitment on the bonds for the 2nd half year of 2015-16 is as follows:-

(Rupees in crores)

	Particulars	EPDCL	SPDCL	TOTAL
	FRP Bonds initially issued			
a	Bonds issued in 1 st Trench @ 9.95%	673.30	841.52	1514.82
b	Bonds issued in 2 nd and 3 rd Trench Bonds @ 10%	1132.65	1398.68	2531.33
	Total FRP Bonds issued (a+b)	1805.95	2240.20	4046.15

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	Bonds taken over by Govt vide G.O.Ms.34, dated 31/03/2015			
c	Bonds taken over from 1 st Trench @ 9.95%	262.50	262.50	525.00
d	Bonds taken over from 2 nd and 3 rd Trench Bonds @ 10%	337.50	637.50	975.00
	Total Bonds taken over (c+d)	600.00	900.00	1500.00
	Balance FRP Bonds to be serviced now			
e	Bonds under 1 st Trench @ 9.95%	410.80	579.02	989.82
f	Bonds under 2 nd & 3 rd Trench @ 10%	795.15	761.18	1556.33
	Total Bonds to be serviced (e+f)	1205.95	1340.20	2546.15
g	Interest on 1 st Trench Bonds for the 2 nd half year 2015-16 (to end of 31/03/2016)	20.437300	28.806245	49.243545
h	Interest on 2 nd & 3 rd Trench Bonds for the 2 nd half year 2015-16 (to end of 31/03/2016)	39.763500	38.069000	77.832500
	Total interest payable by Govt.of A.P., end of 31/03/2016 (g+h)	60.200800	66.875245	127.076045

6. In terms of the orders issued in the G.O.4th read above, Government hereby accord sanction for an amount of **Rs.127,07,60,450/-** (Rupees one hundred twenty seven crores seven lakhs sixty thousand four hundred and fifty only) to APTRANSCO under Non-Plan from the BE provision 2015-16, towards payment of interest (for the 2nd half year 2015-16) on the FRP Bonds in respect of APDISCOMs.

7. The expenditure sanctioned in para-6 above, shall be debited to the following Head of Account

"2801 - Power
05 - Transmission and Distribution
M.H.800 - Other Expenditure
00 - Not applicable
SH.(10) - Assistance to A.P.Transmission Corporation Ltd
310 - Grants-in-aid
312 - Other Grants-in-aid"

8. The Assistant Secretary to Government and Drawing & Disbursing Officer, Energy, Infrastructure & Investment Department, A.P. Secretariat, Hyderabad, shall draw and disburse the amount and arrange to credit the amount in favour of "Andhra Pradesh Power Distribution Companies pool Account No.52117479223, (IFSC Code: SBHY0020066 and MICR Code:500004019) maintained with State Bank of Hyderabad, Gunfoundry Branch, Hyderabad.

9. The Director (Finance & Revenue), APTRANSCO & Member / APPCC shall submit the Utilization Certificate for the amount sanctioned in para-6 above.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJAY JAIN
SECRETARY TO GOVERNMENT

To

The Director (Finance & Revenue), APTRANSCO & Member /
A.P.Power Coordination Committee, Vidyut Soudha, Hyderabad
The Chairman & Managing Director, APTRANSCO, Hyderabad
The Chairman & Managing Director, APEPDCL, Visakhapatnam
The Chairman & Managing Director, APSPDCL, Tirupati

Copy to:-

The Director of Treasuries & Accounts, Abids, A.P., Hyderabad
The Pay & Accounts Officer, A.P., Hyderabad.
The Principal Accountant General (A&E), A.P., Hyderabad
The Finance (PF-PAC-NABARD) Department for information
The Finance (EBS-II) Department for information
The Finance (FMU, H&C, Energy) Department for information
The Energy I&I (OP-Claims) Department
SF/SCs [C.No.4573/Power-III/2012]

//Forwarded:: By Order//

SECTION OFFICER